

PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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MEMORANDUM

TO: Arlington Retirement Board

FROM: John W. Parsons, Esq., Executive Director

RE: Approval of Funding Schedule

DATE: November 23, 2021

This Commission is hereby furnishing you with approval of the revised funding schedule you recently adopted (copy enclosed). The schedule assumes payments are made on July 1 of each fiscal year. The schedule is effective in FY22 (since the amount under the prior schedule was maintained in FY22) and is acceptable under Chapter 32.

The revised schedule reflects a slight modification to the fully generational mortality assumption.

If you have any questions, please contact PERAC's Actuary, John Boorack, at (617) 666-4446, extension 935.

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Enc.



ARLINGTON RETIREMENT SYSTEM

FUNDING SCHEDULE with 3(8)(C) - 11 years: 5.50% increases

RP-2014 adjusted to 2006, projected generationally using MP-2020, 7.00% Discount Rate, New salary scale

Fiscal Year	Normal Cost	Unfunded Liability*	Funding		Schedule Contribution**	% Change
			Amortization of UAAL	Net 3(8)(c) Payments		
2023	3,035,221	134,612,827	12,485,966	(89,645)	15,431,542	5.50%
2024	3,171,806	129,071,859	13,198,116	(89,645)	16,280,277	5.50%
2025	3,314,537	118,850,594	13,950,800	(89,645)	17,175,692	5.50%
2026	3,463,691	110,347,745	14,746,309	(89,645)	18,120,355	5.50%
2027	3,619,557	102,293,537	15,587,062	(89,645)	19,116,975	5.50%
2028	3,782,438	92,775,928	16,475,616	(89,645)	20,168,408	5.50%
2029	3,952,647	81,641,334	17,414,669	(89,645)	21,277,671	5.50%
2030	4,130,516	68,722,532	18,407,071	(89,645)	22,447,943	5.50%
2031	4,316,390	53,837,543	19,455,835	(89,645)	23,682,580	5.50%
2032	4,510,627	36,788,427	20,564,139	(89,645)	24,985,121	5.50%
2033	4,713,605	17,359,988	17,359,988	(89,645)	21,983,949	-12.01%
2034	4,925,718	-	-	(89,645)	4,836,073	-78.00%

Amortization of Unfunded Liability as of July 1, 2022

Year	Type	Original Amort. Amount	Percentage Increasing	Original # of Years	Current Amort. Amount	Years Remaining
2023	Fresh Start	N/A	N/A	11	N/A	11

* Includes recognition of the following asset gains/(losses) in Fiscal 2024 through 2026:

2024	\$1,603,883
2025	\$5,134,310
2026	\$1,895,035

** Contributions are set to be the amount resulting from a 5.5% increase on the prior year's contribution. The contribution in FY2033 decreases by -12.01%.